# SEQUENTS INFORMATION PBSUCCESS

Subject.	Sale o	f Vanguardia	Popular	Report No.	Γ	]12	Q
Danject.	Danie o	r vanguarura	Loburar.	Report No.	L	1-2	7

Printing Press to the Guatemalan Government

Date of Information: 10 January 1953 to

7 December 1953

Place Acquired: Date Acquired: 8 December 1953

Evaluation:

Date of Report: 18 December 1953

Source: A. Pars 1, 2, 3: Costa Rican with access to government files (B). Appraisal of content <u>Documentary</u>.

- B. Par 4: American businessman resident in Costa Rica (C) from an individual with access to Communist correspondence (B). Appraisal of content Documentary.
- C. Par 5: American college graduate resident in Costa Rica (B) from an individual in highest Vanguardia Popular circles (B). Appraisal of content 2.
- 1. On 18 March 1953 Victor M. QUESADA C. submitted a completed application for Reexport License to the Commercial Section of the Costa Rican Ministry of Finance. The request was for the exportation of three (3) LINOTYPES NO. 14, 1 DUPLEX press, and accessories, valued at 60,000 quetzales (\$60,000), to the Government of Guatemala.

  See Attachments 1 and 2, photostats of the original documents)
- 2. On 18 March 1953, the export license was granted to QUESADA, with a notation that the cost of packing and freighting would be paid the Exporter. (Attachment No. 3 is a photostat of the original export license).
  - 3. On 20 March a similar license was issued by the Banco Central de Costa Rica, completing the legal requirements for exportation. (See Attachment No. 4, a photostatic copy of the original document.) On the reverse of the Banco Central export license is the data which indicates the source of the printing press and the original price paid for it as follows:

"Application File No. 8468 of 21 Nov. 1945 (45 crates)
Application File No. 8469 of 21 Nov. 1945 (1 box)
B/L (bill of lading) No. 461 and B/L No. 4 of 1945.
Invoice No. 6-5873 of 22 March 1945 for \$13,460.00
and Invoice (additional) No. 6-5873 of 29 March 1945, (\$6,425 both from John Griffiths Co., Inc., of the USA."

(See attachment No. 5, a photostatic copy of the original document.)

Classification



PAGE 2

[ ]-129

4. On 28 October 1953 Vicente SAENZ, a known Communist who has been living in Mexico, wrote the following letter to Victor MORA Valverde, President of the Partido Vanguardia Popular (Popular Vanguard Party - Costa Rican Communist Party - VP)

Palace Hotel Guatemala, C.A.

28 October 1953

Sr. Lic. Don Manuel Mora Valverde San Jose, Costa Rica

#### Remembered Manuel:

Now I believe that you will lend me all your aid despite your silence. I am supremely happy that the sale of the press here for 60,000 dollars, now completely paid, has been accomplished, according to what they tell me in the Office (Secretaria) of Publicity of the Presidency.

Yes, I am pleased, but see to it that you don't leave me hanging here. I am not even insisting on payment of the note which you signed for mee three years ago, and which I have here before me. A little good faith (on your part) will leave me satisfied. It would be enough if you or Eduardo would write me urgently concerning your decision, especially in relation to the 10,000 colones which Hutt denies me because he says you are the ones who owe them to me.

Don't forget to write me at Panuco 194-2, Mexico, D.F., where I now return.

Your affectionate,

/s/ Vicente Saenz

(Attachment No. 6 is a photostatic copy of the original letter)

5. During the week of 8 December 1953 the VP received the money which was owed to the Party for the sale of the printing press to the Government of Guatemala. Source did not know the exact amount received by the Party, but estimated it as 50,000 colones (\$8,620 at \$5.80 to \$1.00). Of this sum approximately 1,500 colones (\$258.00) remains in the party treasury, since most of the money was used to



PAGE 3

[]129

pay outstanding debts, some of which dated from before the 1948 revolution. Some of the members of the Political Commission, especially Rodulfo GUZMAN and Arnoldo FERRETO, have expressed surprise that so little remains of the money and have voiced suspicions that QUESADA, who handled the sale, may have cheated the Party. A report revealing the disposition of the money will probably be made by Mario SOLIS, the Party treasurer.

#### FIELD COMMENT:

The documents mentioned in Para 3 indicate (if the Banco Central's figures are correct) that the equipment was purchased in 1945 for a total of \$19,885, leaving QUESADA and the VP a profit of \$40,115.00. Even after deducting an estimated \$5,000.00 for costs of packing and shipping, this leaves a net profit of more than \$35,000.00. The HUTT mentioned in SAENZ' letter to Manuel MORA (par 4) is Eduardo HUTT, to whom SAENZ wrote from Mexico in September 1953, requesting his 10,000 colones. The Victor mentioned in SAENZ' letter is Victor MORA Valverde, brother of Manuel MORA Valverde, and Secretary General of the VP. The profit factor, and obvious connection of the VP with the sale of the printing equipment appears to provide circumstancial evidence that the Guatemalan Government may be indirectly subsidizing the Costa Rican Communists, who apparently have been able to reestablish their gredit by paying of their debts.

R Y B A T PESUCCESS



#### SECRET SECURITY INFORMATION RYBAT PBSUCCESS

	From:	Report No:	129 Local File No:
	No. of Pages:	No. of Enclo	sures; 6
	Report Made By: Stefan R. Labanow	V Approved By:	
	Distribution: By copy to: Wash Guat	Orally to:	None
	Source Cryptonym: See Below	References:	ID 2267 (Not sent [
	Source, Operational Data, and Comments:		]-360 (Not sent Guat) -33 -61 (Not sent [
-	•		-66 (Not sent C -85 (To Wash only) -91 -117 (To Wash only) WH Fld Memo No. 156-53

Sources: A: Alfredo POVEDANO, Chief of the Commercial Section of the Ministry of Finance

: HUMANOID - 2

C: HUMANOID - 3

COMMENTS: 360 reported SAENZ' letter to HUTT, (See Field Comment). It is suggested that in connection with PBSUCCESS every effort be made to contact SAENZ, who if still unpaid, and in need of funds, may be willing to sign a signed statement or to provide information of value, for revenge or to solve his economic problems. The tone of his letter to MORA is considered to be some what menacing, and certainly not supplicatory. It is further suggested that the Banco Central's cost data (Par 3) be checked with the John GRIFFITHS Co.

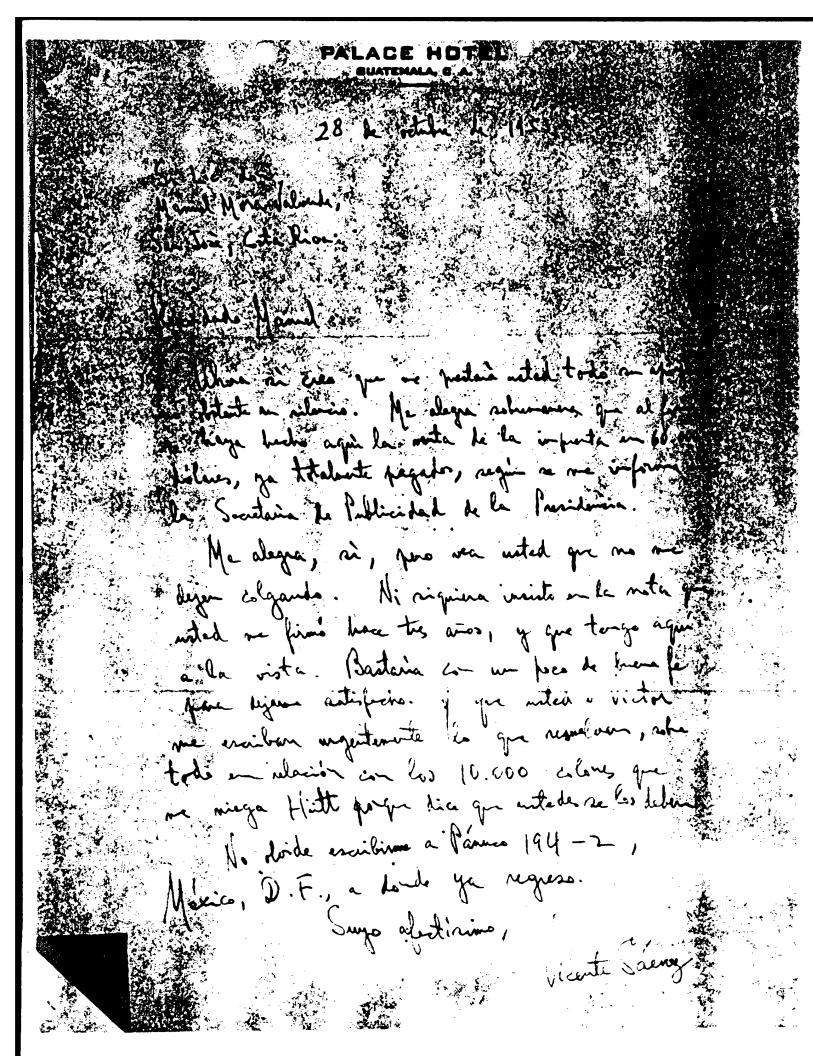
Enclosures: Wash: In Dupl
Guat: 1 cy
[ ]: 1 cy
File: 1 cy

Classification

R Y B A T
PBSUCCESS

SECRET INFORMATION

FORM NO. FEB 1948 51-59



Nº	de	Exportador	
,	i		
~		NTo	

### Banco Central de Costa Rica DEPARTAMENTO DE COMERCIO EXTERIOR

LICENCIA DE EXPORTACION  Victor M. Quesada C. Dirección San José  Nombre del exportador.  Consignatario Gobierno de Guatemala. Dirección Guatemala.  Denominación General del producto o mercaderia de magainaria de imprenta.  País a que se exporta Guatemala. Peso en kilos Valor por unidad.  Cantidad que se exportará de magainaria de imprenta - valorada en 60.000 queta.  Valor FOB o CIF en moneda extranjera Zalasa No se solicitaron divisas al Canco  Fecha aproximada en que se recibirá el pago Dara importarla.  Importe líquido o aproximado que se recibirá en pago.
Victor M. Quesada C. Dirección San José  Consignatario Gobierno de Guatemala. Dirección Guatemala.  Denominación General del producto o mercaderia de magainaria de imprenta.  País a que se exporta Guatemala. Peso en kilos Valor por unidad.  Cantidad que se exportará de imaguinaria de imprenta valorasa en 60.000 uete  Valor FOB o CIF en moneda extranjera Zeleda de pago Dara importanta.  Importe líquido o aproximado que se recibirá en pago pago pago pago pago pago pago pago
Consignatario  Denominación General del producto o mercaderia 1 mequinaria de imprenta-  País a que se exporta Guetamala. Peso en kilos Valor por unidad.  Cantidad que se exportará 1 imaquinaria de imprenta- valorasa en 60.000 uet-  Valor FOB o CIF en moneda extranjera Zelas- 10 se soliciaron divisas al Danco  Fecha aproximada en que se recibirá el pago Dara importaria-  Importe líquido o aproximado que se recibirá en pago
Denominación General del producto o mercaderia 1 mequinaria de imprenta-  País a que se exporta : Guettemala. Peso en kilos Valor por unidad.  Cantidad que se exportará 1 imaquinaria de imprenta- valorasa en 60.000 uet-  Valor FOB o CIF en moneda extranjera Zelas- 10 se ablicitaron divisas al Canco  Fecha aproximada en que se recibirá el pago para importarla-  Importe líquido o aproximado que se recibirá en pago
Denominación General del producto o mercaderia l'imaguinaria de imprenta-  Cantidad que se exporta l'imaguinaria de imprenta- valoraga en 60.000 uet-  Valor FOB o CIF en moneda extranjera Zelas- No se ablicitaron divisas al Euroc  Fecha aproximada en que se recibirá el pago Dara importaria-  Importe líquido o aproximado que se recibirá en pago
Cantidad que se exportarà 1 imaquinaria de imprenta - valorasa en 60.000 quete Valor FOB o CIF en moneda extranjera Zelase No se solicitaron divisas al Canco Fecha aproximada en que se recibirá el pago Dara importarla.  Importe líquido o aproximado que se recibirá en pago
Valor FOB o CIF en moneda extranjera Zelase No se solicitaron divisas al Canco  Fecha aproximada en que se recibirá el pago Dara importarlae  Importe líquido o aproximado que se recibirá en pago
Valor FOB o CIF en moneda extranjera Zelase no se solicitaron divisas al Canco  Fecha aproximada en que se recibirá el pago Dara importarlae  Importe líquido o aproximado que se recibirá en pago
Fecha aproximada en que se recibirá el pago 3473 inportarla.  Importe líquido o aproximado que se recibirá en pago
Importe líquido o aproximado que se recibirá en pago
Forma en que se recibirá el pago Sin Volor controlal
30 31/28
Fecha de validez de esta licencia  Licencia de Mda. No. 226 - close 1-3 (sello)
SE AUTORIZA CON INSTRUCCIONES DE UCN PELI
Exportador se compromete a vender a un Banco autorizado,
su totalidad y en divisas aceptables para el Banco, el produc- to de la exportación a que se contrae la presente licencia.  (DEPARISMENTO COMERCIAL DEL MINISTERIO DE ECONOMA)
as as a capacitation of the capacitation of th
Victor M. Quesade. C. 20 MAR 1400
Mulli. State

Firma del Exportador

Director o Jele Sección Exportación

Ped. Des.No. 8468 del 21 de mvo, de 1945-. (45 bultes) Ped. Des.No. 8469 del 81 nov. del 45-- 1 cuja-. B/L. No. 461- y B./L.No. 4 del 35-Pact. No.-6-5873- del 23 de marzo del 45- por valor de \$13.460, -- y La. No. Va. 6-5878- del 2 de marzo del 45 por valor de \$5.425, -- Ambas de la Casa John Griffiths Co. Ins. de Usus

### LICENCIA DE EXPORTACION

Ley Nº 1404 de 21 de Diciembre de 1951

1958 Lmp. Nacional - 1958			re :1A31	t state		
Licencia biorgada el:	18 de Karas d			1	icencia Class	
Nombre del Exportado	Ort Tister M. Que	/1/.	Ma - cas			
15 de Destino Final						
Montare del Consignat Dirección:	ario: <b>Garderno</b>	ie Gustemla		<b>\</b>		
C field to	DESCRIPCION			Precio d	Vella To	
Magazaria d	e Aspronta Anrealacija de La					
	e the set of the set o					
El Departamento de acuerdo con la Le de 23 de Enero de 19	y No. 1404 de 21	sterio de Reor de Diciembre	omia auto de 1951 y	iza esta Reglame	exportácio nto No.	5n 4
<u>es</u>	TA LICENCIA NO	DES TRANS	SPERIBLE	7		
		Jei	le del Departar Ministerio d		clal S	
Sello de Aduana Encargada de			Sello	del		

APARTADO 1189 TELEFONO 3275

# Castro & Quesada Sues.

- ALMACEN -

SAN JOSE, COSTA RICA 10 de Enere de 1953

## INVENTARIO DE LA DEFRENTA "EDITORIAL COSTARRIGENSE .

Time Cimetipes No 14

Cimes Fuentes pays use de matriges de linotipos

De saldoje de maquineria "Indiow"

Cimie Cuantes Findiow "parg matrices

En sabisque thadlow

De sala a dives para compositión

C

Time (general de des toneledes)

1000.00 Preciontemente recibida)

areol a don Carlos seems obsequio.

## DEPARTAMENTO COMERCIAL - MINISTERIO DE ECONOMIA

## SOLICITUD DE LICENCIA DE EXPORTACION

Para artículos o implementos comprendidos en la lista de materiales estratégicos

436 Amp. Nac	A Miles of the American Control of the American Contro		<u> </u>
1:—Pecha	18 fe Marze de 1953	*************	
	A Contract C	· ,	
2.—Nomb	re del Exportidor Victor M. Quesada C.		···
Direc	on avenida 2 matre calles 3 y 5Bis o	asa No 32	27
3.—Pala	e Destino Guatemala		
4—Nomb	re del Consignatario Geblerno de Guatemala		:
Direct	ion : Guatemala	•••••	• ••••••••••••••••••••••••••••••••••••
5.—Cantidad	6.—Nombre y Descripción del Artículo	7.—Pr	ecio de Venta
·Militan saifti	Octobre Seneral Descripcion del Afficilio	Valor Unide	ad Valor Total
	Adjunte inventario de de la maqui		60.000
	naria de imprenta que voy a reexpor		Quetzales
	El empaque, acarres y el flete del		
Active Control	envie de la maquinaria por cuenta del expertación		
	A Company of the Comp		
Econo	omprometo a suministrar al Departamento Co mía un certificado de destino extendido por tís importador y a cumplir con las cláusulas so.	la Autorid	ad competente
Firma del	Exportador o de su Representante Legal:		
of and in Oxford 1	Por "Edito	Quest	arricense S.A
Cédula de	Identidad 53593 Cédula	Geren de Residen	ite general
	Octubra Octubra	residen	